

SEPTEMBER 30, 2006 ELECTION  
PARISH OF OUACHITA

HOSPITAL SERVICE DISTRICT NO. 1 PROPOSITION

SUMMARY: AUTHORITY FOR HOSPITAL SERVICE DISTRICT NO. 1 OF THE PARISH OF OUACHITA, STATE OF LOUISIANA (THE "DISTRICT"), TO SELL AND/OR LEASE THE DISTRICT'S HOSPITAL KNOWN AS GLENWOOD REGIONAL MEDICAL CENTER AND GRANT A FRANCHISE TO OPERATE THE SAME TO IASIS GLENWOOD REGIONAL MEDICAL CENTER, L.P. (THE "PURCHASER") AS PER THE WRITTEN PROPOSAL DATED AS OF JULY 20, 2006, WHICH PROVIDES GENERALLY FOR THE SALE AND/OR LEASE OF, AND/OR GRANT OF A FRANCHISE TO OPERATE, SUBSTANTIALLY ALL OF THE ASSETS OF GLENWOOD REGIONAL MEDICAL CENTER, GLENWOOD HEALTH SERVICES, INC., AND THE DISTRICT (COLLECTIVELY, THE "SELLER") TO THE PURCHASER FOR THE AMOUNT OF APPROXIMATELY \$82,500,000, WITH THE NET PROCEEDS, AFTER PAYMENT OF EXPENSES, ADJUSTMENTS AND MUTUALLY AGREED REDUCTIONS (THE "PROCEEDS"), DERIVED FROM SUCH SALE, TO BE USED TO RETIRE OR DEFEASE OUTSTANDING INDEBTEDNESS OF THE SELLER AND SUBSTANTIALLY ALL OF THE REMAINING PROCEEDS TO BE TRANSFERRED TO WARD FIVE HEALTHCARE FOUNDATION FOR EXPENDITURES FOR LAWFUL HEALTH CARE PURPOSES THAT COULD BE UNDERTAKEN ON BEHALF OF THE DISTRICT TO ACCOMPLISH LAWFUL DISTRICT PURPOSES.

Shall Hospital Service District No. 1 of the Parish of Ouachita, State of Louisiana (the "District"), under the authority of Sub-Part A, Part III, Chapter 10, Title 33 of the Louisiana Revised Statutes of 1950, as amended, be authorized to sell and/or lease its District owned hospital facility known as the "Glenwood Regional Medical Center" and grant a franchise to operate same to IASIS Glenwood Regional Medical Center, L.P. (the "Purchaser") as per the written proposal dated as of July 20, 2006, on file in the office of the District at Glenwood Regional Medical Center, 503 McMillan Road, Fifth Floor Auditor's Conference Room, West Monroe, Louisiana, and available for public inspection, which proposal provides generally for the sale and/or lease of, and/or grant of a franchise to operate, substantially all of the assets of Glenwood Regional Medical Center, Glenwood Health Services, Inc., and the District (collectively, "the Seller") to the Purchaser for the amount of approximately \$82,500,000, with the net proceeds, after payment of expenses, adjustments and mutually agreed reductions (the "Proceeds"), derived from such sale, to be used to retire or defease outstanding indebtedness of the Seller and substantially all of the remaining Proceeds to be transferred to Ward Five Healthcare Foundation for expenditures for lawful health care purposes that could be undertaken on behalf of the District to accomplish lawful District purposes?